

Proposed Macomb County NSP3 Program

| Item | Amount |
|------------------------|----------------|
| NSP3 Grant | \$2,536,817.00 |
| Admin | \$236,817.00 |
| Elderly Rental Housing | \$2,300,000.00 |
| | \$2,536,817.00 |

Proposal Description and Assumptions

1. Program Administration: Up to 10% of grant allowed for administration and planning, but the nature of the proposed activity does not require that much funding and we can allocate more to the development.
2. Elderly Renter Assistance: The City of Eastpointe acquired the Oakwood Middle Schools from the East Detroit School District with NSP1 funding. The property is being deeded to a developer, selected by the City, who will convert it into 44 elderly housing units. NSP3 assistance will provide about 30% of the project's financing. The developer will submit a low-income housing tax credit application to the State of Michigan on March 1. Bank of America has agreed to provide the private financing for this project. NSP3 participation will enhance the proposal's competitiveness and should help stabilize an area hard hit by the foreclosure crisis and plummeting property values. A lien will secure the property. The City fully supports this proposal.